

# **MINIMUM PRICES FOR CLASSES 4a & 4b MARKET MILK F.O.B. PROCESSING PLANT**

Released: June 30, 2003

<b>CLASS 4a:</b>			<b>EQUIVALENT</b>
<b>June, 2003</b>	<b>LB. FAT</b>	<b>LB. SNF</b>	<b>PER CWT.</b>
Statewide	\$1.1342	\$0.6523	\$9.64

<b>CLASS 4b:</b>			<b>EQUIVALENT</b>
<b>June, 2003</b>	<b>LB. FAT</b>	<b>LB. SNF</b>	<b>PER CWT.</b>
Statewide	\$1.1342	\$0.6357	\$9.50

<b>COMMODITY MARKET PRICES:</b>	<b>\$ PER LB.</b>
Chicago Mercantile Exchange Grade AA Butter - Daily Simple Average (May 26th - June 25th)	\$1.1104
Chicago Mercantile Exchange Block Cheddar Cheese - Daily Simple Average (May 26th - June 25th)	\$1.1649
California Extra Grade & Grade A Nonfat Dry Milk - Monthly Weighted Average (May 26th - June 25th)	\$0.8023
Western Dry Whey (Mostly) - Monthly Simple Average (May 26th - June 25th)	\$0.1366

<b>FEDERAL SUPPORT PURCHASE PRICES:</b>	<b>\$ PER LB.</b>
Bulk Butter:	\$1.0500
40 Pound Block Cheddar Cheese:	\$1.1314
Nonfat Dry Milk:	\$0.8000

<b>VALUE OF COMMODITY PRICES USED IN FORMULAS:</b>	<b>\$ PER LB.</b>
Bulk Butter:	\$1.1104
40 Pound Block Cheddar Cheese:	\$1.1649
Nonfat Dry Milk:	\$0.8023

*Note: The formulas, as of April 1, 2003, compare the calculated prices from the Chicago Mercantile Exchange (for butter and Cheddar cheese) or California weighted average price (for nonfat powder) to the federal support purchase prices for the three products. The higher value is selected for use in the pricing formulas.*

August 2003 Class 1 price will be announced no later than 4:00 p.m. on July 10, 2003.  
July Class 4a and 4b prices and August & September 2003 Class 2 and 3 prices will be announced no later than 4:00 p.m. on August 1, 2003.

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<b>COMMODITY MARKET PRICES:</b>	<b>\$ PER LB.</b>
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